



May 31, 2005

To Whom It May Concern

Okamura Corporation

Representative: Kazuyoshi Hisamatsu,
President and Representative Director
(Code Number: 7994, Listing: First Sections of the Tokyo Stock
Exchange and the Osaka Securities Exchange)
Contact: Yuji Iwasaki, General Manager, General Affairs
Division
(TEL: 045-319-3411)

Acquisition of Seeder Co., Ltd. as a Subsidiary

We are pleased to announce that we have acquired Seeder Co., Ltd. (headquarters in Kita-ku, Tokyo; president: Kazuo Kawamura) on May 31, through the purchase of all of Seeder's stock, held by Taiko Trading Co., Ltd. (headquarters in Chiyoda-ku, Tokyo; president: Shogo Tomomichi). By this acquisition, Seeder has become our subsidiary.

At the same time, we have concluded a general sales agency agreement with Seeder and have acquired its goodwill.

1. Purpose of acquisition

We have used a range of strategies to grow our material handling systems into a third business segment, in addition to the office furniture and store display segment. With the acquisition of the shares and goodwill of Seeder from Taiko Trading, we are aiming to produce a synergy effect between Seeder's conveyor-related technologies and our marketing and technical capabilities to develop this business as a result.

Since it was founded in 1996, Seeder Co., Ltd. has established a firm position in the material handling systems, focusing on products incorporating clean rooms with conveyor belts, of which its "Excel Flow" brand is a leading example. In recent years, in particular, sales of Seeder products have been growing, backed by their strong marketability, in response to demands for capital investment in the FPD industry, which manufactures products such as LCDs and plasma displays.

2. Summary of acquisition

(1) Acquisition of stock

We have purchased all of the 820 shares of Seeder Co., Ltd. held by Taiko Trading Co., Ltd., thereby acquiring Seeder Co., Ltd. as a wholly owned subsidiary.

(2) Acquisition of goodwill

We have purchased the goodwill held by Taiko Trading Co., Ltd. on all items produced by Seeder Co., Ltd., and have become the sole distributor of Seeder.

(3) Management system

We will maintain the current Seeder management system.

With our acquisition of the shares of Seeder, we are assigning two (part-time) directors and one (part-time) statutory auditor to strengthen the collaboration between the two companies and further develop the business as part of the entire Group.

3. Summary of Seeder Co., Ltd.

Company name: Seeder Co., Ltd.
Location: 1-2-27, Ukima, Kita-ku, Tokyo
Representative: Kazuo Kawamura, President and Representative Director
Date Founded: April 2, 1996
Capital: ¥41 million
Net sales: ¥1,514 million (FY March 2005)